

# SENATE BILL No. 460

June 15, 2011, Introduced by Senator YOUNG and referred to the Committee on Families, Seniors and Human Services.

A bill to amend 1968 PA 41, entitled  
"An act to regulate credit union multiple-party accounts; and to  
repeal certain acts and parts of acts,"  
(MCL 490.51 to 490.65) by adding section 14b.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           SEC. 14B. (1) IF 1 OR MORE CUSTOMERS APPLY TO ESTABLISH A  
2 MULTIPLE-PARTY ACCOUNT AT A CREDIT UNION, THE CREDIT UNION SHALL DO  
3 ALL OF THE FOLLOWING BEFORE OPENING THE ACCOUNT:

4           (A) PROVIDE EACH ACCOUNT HOLDER WITH THE FOLLOWING DISCLOSURE  
5 IN WRITING:

6           "A JOINT ACCOUNT MEANS THAT EACH ACCOUNT HOLDER IS THE OWNER  
7 OF THE MONEY IN THIS ACCOUNT. THIS MEANS THAT YOU AND EACH OF THE  
8 OTHER ACCOUNT HOLDERS HAVE THE AUTHORITY TO DEPOSIT OR WITHDRAW  
9 MONEY FROM THIS ACCOUNT AT ANY TIME.

10           IF THAT IS NOT YOUR INTENTION, YOU SHOULD NOT OPEN THIS

1 ACCOUNT.

2 IF IT IS YOUR INTENTION THAT THE OTHER ACCOUNT HOLDER OR  
3 ACCOUNT HOLDERS RECEIVE THE MONEY IN THE ACCOUNT ONLY WHEN YOU DIE,  
4 THERE ARE OTHER TYPES OF ACCOUNTS AVAILABLE THAT DESIGNATE OTHER  
5 INDIVIDUALS AS BENEFICIARIES OF THE ACCOUNT AND DO NOT ALLOW THEM  
6 ACCESS TO THE MONEY IN THE ACCOUNT DURING YOUR LIFETIME.

7 IF IT IS YOUR INTENTION TO OPEN AN ACCOUNT THAT DESIGNATES 1  
8 OR MORE INDIVIDUALS AS BENEFICIARIES OF YOUR ACCOUNT WHEN YOU DIE,  
9 AND NOT TO CREATE A JOINT ACCOUNT, THERE ARE OTHER TYPES OF  
10 ACCOUNTS AVAILABLE.".

11 (B) REQUIRE THAT EACH ACCOUNT HOLDER SIGN AND DELIVER TO THE  
12 CREDIT UNION A WRITTEN ACKNOWLEDGMENT THAT THE ACCOUNT HOLDER HAS  
13 READ AND UNDERSTANDS THE DISCLOSURE DESCRIBED IN SUBDIVISION (A).

14 (2) A CREDIT UNION MAY INCLUDE THE DISCLOSURE AND  
15 ACKNOWLEDGMENT DESCRIBED IN SUBSECTION (1) ON OR WITH ANY SIGNATURE  
16 CARD REQUIRED BY THE CREDIT UNION FROM THE ACCOUNT HOLDERS IN  
17 CONNECTION WITH A MULTIPLE-PARTY ACCOUNT.